YetterColeman LLP

June 13, 2015

Arturo A. Rivera Case Manager to the Hon. Gregg Costa 601 Rosenberg Street Galveston, Texas 77550

Re: Bear Ranch, LLC v. HeartBrand Beef Inc., et al., No. 6:12-cv-00014; in the

United States District Court for the Southern District of Texas

Dear Mr. Rivera:

The parties respectfully request that you please allow this letter to serve as notice of relevant new authority. On June 12, 2015, the Texas Supreme Court issued its opinion in Zorrilla v. Aypco Construction II, LLC, 14-0067 (Tex. June 12, 2015), available at http://www.txcourts.gov/media/996492/140067.pdf and attached to this letter, which addresses one of the issues argued regarding exemplary damages, specifically, whether the statutory cap on exemplary damages in § 41.008 of the Texas Civil Practice and Remedies Code is an affirmative defense and needs to be affirmatively pleaded, or rather "applies automatically when invoked," id. at 1-2, 18-23.

Cordially yours,

YETTER COLEMAN LLP

R. Paul Yetter

Counsel for Bear Ranch, LLC

VINSON & ELKINS L.L.P.

By: <u>/s/ James A. Reeder, Jr.</u>
James A. Reeder, Jr.

Counsel for Defendants